



CITY OF SANTA BARBARA COUNCIL AGENDA REPORT

DRAFT

AGENDA DATE: June 15, 2010

TO: Mayor and Councilmembers

FROM: Water Resources Division, Public Works Department
Administration Division, Finance Department

SUBJECT: Public Hearing Regarding Proposed Utility Rate Increases

RECOMMENDATION: That Council:

- A. Hold a public hearing, as required by State law, regarding proposed utility rate increases for water, wastewater, and solid waste collection services for Fiscal Year 2011; and
- B. Provide direction to staff regarding any changes to utility rates that are proposed for Fiscal Year 2011.

DISCUSSION:

As reviewed with Council during the development of the Fiscal Year 2011 Recommended Budget, staff is proposing increases in water, wastewater, and solid waste collection fees for Fiscal Year 2011. Proposition 218, approved by California voters in 1996, requires that property owners be notified of planned rate increases and that a public hearing be held. Rate increases can be adopted unless a majority of property owners submit a written protest. Accordingly, the attached Notice of Public Hearing was included with utility bills sent to City utility customers during March and April 2010. In addition, a notice about the proposed rate increases has been posted on the City's web site. As of May 24, 2010, six written protests had been received.

Water and Wastewater Rates

For water service, staff has recommended an across-the-board increase of 3.5% for all monthly service charges and metered water usage. The increase will help support major capital projects, including rehabilitation of the Ortega Groundwater Treatment Plant, construction of advanced treatment facilities at Cater Water Treatment Plant, ongoing water main replacement, rehabilitation of the recycled water filtration system, and capital maintenance work on treatment and distribution facilities. Operating costs include significant increases in water treatment costs due to lingering water quality effects of the Zaca Fire. With the recommended rates, the average single-family

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residential water customer, using 12 hundred cubic feet (HCF) per month, would see an increase of approximately \$2 per month, from \$61.39 to \$63.57 per month.

For wastewater service, an across-the-board increase of 4% is proposed for monthly base charges and unit rates. Major capital projects in the Wastewater Fund include ongoing rehabilitation of treatment facilities, pursuant to the El Estero Wastewater Treatment Plant Strategic Plan, and ongoing rehabilitation and replacement of collection system pipes. The increase for the average single-family residential customer would be a little over \$1 per month, from \$32.93 to \$34.21.

The proposed rate increases are consistent with the Water Resources Division's 10-year financial plan, developed to support the ongoing operation, maintenance, rehabilitation, and improvement of the water and wastewater systems. Buy-in fees for water and sewer are recommended to remain at current levels for Fiscal Year 2011.

Solid Waste Collection Fees

Solid Waste fees apply to collection of trash, greenwaste, commingled recyclables, and other miscellaneous pick-ups of solid waste. Increases of up to 2.9% for most rates are recommended, based on contractual requirements to compensate the haulers for increases in the cost of doing business. Under the proposed rates, basic residential service (one trash can) would increase from \$26.08 to \$26.83 per month, and would continue to include free collection of greenwaste and commingled recyclables.

Water Commission Review

Preliminary discussion of proposed water and wastewater rates was held at the March 2010 Water Commission meeting and agricultural rates were discussed in April 2010. On May 10, 2010, the Commission recommended adoption of the 3.5% water and 4.0% wastewater increases as included in the recommended budget. Regarding agricultural rates, the Commission reviewed a number of special accommodations made to date for this customer class, including the lowest Block 1 rate of any customer class, an increased annual allotment, and the ability to carry over unused allotment to future years. The Commission's discussion reflected a position that any benefits associated with agricultural land use were outside the purview of the Commission and therefore not appropriate for a policy recommendation by the Commission.

Finance Committee Review

On May 11, 2010, the Finance Committee received presentations from staff on proposed utility rate increases. The Committee recommended a water rate increase of 2.5% instead of the 3.5% included in the recommended budget. On wastewater rates, the Committee recommended a 4% rate increase suggested that, if Council wanted to suspend the sewer lateral incentive program, funding for main replacement should be increased. . The Committee discussed the various elements of the solid waste collection rates, but did not adopt a motion on solid waste rates.

Council Direction on Utility Rates

The FY 2011 fee resolution is scheduled to be approved by Council on June 29, 2010 as a part of the adoption of the FY 2011 budget. The new rates would become effective July 1, 2010. Staff requests direction from Council regarding the rate increases to be included in the 2011 budget.

ATTACHMENT(S): Notice of Public Hearing – Proposed Increase to Utility Rates

PREPARED BY: Bill Ferguson, Water Resources Supervisor

SUBMITTED BY: Christine F. Andersen, Public Works Director
Robert Samario, Finance Director

APPROVED BY: City Administrator's Office

NOTICE OF PUBLIC HEARING Proposed Increase to Utility Rates

Date: June 15, 2010
Time: 2:00 p.m.
Place: City Council Chambers, City Hall
735 Anacapa Street, Santa Barbara



NOTICE IS HEREBY GIVEN that the City Council of the City of Santa Barbara will consider a recommendation to adopt a resolution, at the above-indicated time and place, to increase water, wastewater (sewer), and solid waste collection rates charged by the City. Increases would be effective on utility bills dated July 1, 2010 or later. Sample billing comparisons for current and proposed rates are shown on the reverse. Small variations in the stated percentages may occur due to rounding.

Water Rates (Applicable only to customers billed by the City for water service)

The proposed water rate increase is three and one-half percent (3.5%) of quantity charges and monthly service charges for all customer classes. The monthly bill for the average in-City single family residential customer (twelve hundred cubic feet of water) would increase from \$61.39 to \$63.57 under the proposed rates. The proposed increase will fund increasing water system costs resulting from infrastructure cost escalation, increased treatment costs due to water quality effects of the Zaca Fire, stricter drinking water regulations, and the ongoing need to repair and upgrade the water system. This includes rehabilitation of the City's Ortega Groundwater Treatment Plant, advanced treatment improvements at Cater Water Treatment Plant, and the annual water main replacement program.

Wastewater Rates (Applicable only to customers billed by the City for sewer service)

The proposed wastewater rate increase is four percent (4%) of the City's current charges for all customer classes. The maximum monthly charge for a single family residential customer would increase from \$32.93 to \$34.21 under the proposed rates. The proposed increase will fund rising wastewater system costs resulting from capital improvement requirements and the ongoing need for rehabilitation of the City's wastewater treatment plant and collection system.

Trash & Recycling (Applicable only to customers billed by the City for trash/recycling collection)

Increases are needed to meet the City's contractual obligation to compensate haulers for changes in the cost of doing business. Lower cost recycling, greenwaste, and foodscrap services are available to help customers reduce their overall costs and help the City meet its trash diversion goals.

Residential: A 2.9% increase is proposed for single-family and multi-unit residential trash/recycling collection rates. Exception: The multi-unit minimum charge is proposed to change to include 3 cans, rather than the current minimum of 4, for an increase of \$2.96 per month for customers with 4 cans.

Business: The required 2.9% increase in revenue was targeted, with modest differences in specific rate changes designed to encourage efficient levels of service. Specific rate changes include: 1) Extra and on-call pick-ups for businesses would be increased to 10% above regular business charges for extra pick-ups; 2) The credit for customer-owned recycling, foodscraps, or greenwaste dumpsters would be reduced to 15% of the credit for trash dumpsters to reflect the reduced rates for recycling, foodscraps, and greenwaste service. 3) The rate for trash service for business carts/cans would not be increased.

This notice is intended only for customers billed by the City of Santa Barbara for water, wastewater, and/or solid waste collection services. For a complete list of all current and proposed rates, go to: www.SantaBarbaraCA.gov/UtilityBilling or call (805) 564-5460.

If you oppose any of the above increases, please deliver your protest in writing to the City Clerk of the City of Santa Barbara at 735 Anacapa Street, Santa Barbara, CA, 93101, prior to or during the City Council's consideration of this item on June 15, 2010. (If you wish to submit your protest during the public hearing, please deliver it to City Staff in the Council Chamber.) Because multiple rates are being considered by City Council at the same hearing, please indicate the specific rate you are protesting.

Typical Water and Wastewater Billing Comparisons – Current vs. Proposed Rates

Customer Class	Example	Assumed Monthly Usage (hcf/mth)	Total Monthly Water & Wastewater Charges*		
			Current Rates	Proposed Rates	\$ Increase
Single Family Residential	Low User 5/8" meter	6	\$57.40	\$59.52	\$2.12
	Average User 5/8" meter	12	\$94.32	\$97.78	\$3.46
	Above Average User 1" meter	40	\$250.55	\$259.60	\$9.05
Multi-Family Residential Building	12 dwelling units 2" meter	60	\$558.89	\$579.64	\$20.75
Commercial	75% at Block 1 rate 25% at Block 2 rate 2" meter	60	\$527.24	\$546.34	\$19.10
Industrial/ High Strength Commercial	75% at Block 1 rate 25% at Block 2 rate 2" meter	100	\$864.94	\$896.54	\$31.60
Irrigation-Commercial	75% at Block 1 rate 25% at Block 2 rate 2" meter – no sewer	60	\$385.04	\$398.74	\$13.70
Recycled Water	2" meter – no sewer	250	\$545.69	\$564.04	\$18.35
Irrigation-Residential	1 acre of irrigated area 75% at Block 1 rate 25% at Block 2 rate 1" meter – no sewer Allotments are annualized – monthly average shown at right	40	\$222.80	\$230.75	\$7.95
Irrigation-Recreation		120	\$374.30	\$387.65	\$13.35
Irrigation-Agriculture		72	\$193.88	\$200.69	\$6.81
Out-of-City Customers	Currently charged at 130% of rates for corresponding in-City classes; no change is proposed in this percentage.				

* Not including 6% utility tax on water, as applicable

Typical Trash, Recycling, & Greenwaste Billing Comparisons Current vs. Proposed Rates

Service Level	Current Rates*	Proposed Rates*	\$ Change
Basic Residential Service (32-gal trash, 32-gal greenwaste, up to 96-gal recycle)	\$26.08	\$26.83	+\$0.75
Minimum Multi-Unit Residential (3 cans or less) (3-32 gal trash/week, + up to 96-gal greenwaste, up to 96-gal recycling)	\$34.40	\$34.30	-\$0.10
Multi-Unit Residential (4 cans) (4-32 gal trash/week, + up to 96-gal greenwaste, up to 96-gal recycling)	\$34.40	\$37.36	+\$2.96
Sample Small Business Cart/Can Service Assuming (96-gal trash/week, up to 96-gal greenwaste, up to 96-gal recycle)	\$60.83	\$58.80	-\$2.03
Sample Business Dumpster Service Assuming (4yd trash/week, 4yd recycle/week)	\$320.28	\$329.61	+\$9.33

* Not including 6% utility tax on trash/recycling collection, as applicable

For more information, including a complete list of all current and proposed rates:
www.SantaBarbaraCA.gov/UtilityBilling or (805) 564-5460

WATER FUND

Planned Annual Rate Increase 3.5%

WATER FUND 411/412		FY10/11 Financial Plan			FY11/12 Financial Plan			FY12/13 Financial Plan			FY14/15 Financial Plan			FY16/17 Financial Plan						
June 9, 2010		2009-2010		2010-2011		2011-2012		2012-2013		2013-2014		2014-2015		2015-2016		2016-2017				
REVENUES		PLANNED		PLANNED		PLANNED		PLANNED		PLANNED		PLANNED		PLANNED		PLANNED				
METERED SALES	\$28,600,000	\$30,500,000	3.50%	3.50%		3.50%		3.50%		3.50%		3.50%		3.50%		3.50%				
NEW SERVICES	\$429,217	\$355,000																		
JOINT POWERS AGREEMENT	\$2,800,000	\$2,272,520																		
PHASE I&II, III CATER LOANS	\$454,266	\$654,000																		
INTEREST INCOME	\$108,000	\$860,900																		
MISCELLANEOUS & CREEKS REIMBURSEMENT	\$125,117	\$140,000																		
TOTAL REVENUE	\$33,416,600	\$34,782,686																		
OPERATING BUDGET		2009-2010		2010-2011		2011-2012		2012-2013		2013-2014		2014-2015		2015-2016		2016-2017		2017-2018		2018-2019
SALARIES & BENEFITS	\$7,145,361	\$7,739,687																		
MATERIALS/SUPPLIES/SERVICES	\$7,064,889	\$7,418,047																		
ALLOCATED COSTS (\$29XX objects)	\$920,115	\$701,199																		
SPECIAL PROJECTS	\$231,421	\$589,000																		
CAPITAL EQUIPMENT	\$109,000	\$191,932																		
WATER PURCHASES CACHUMA	\$2,000,000	\$2,155,144																		
WATER OPERATIONS CC/CB	\$551,505	\$715,531																		
WATER PURCHASES CCWA/DWR	\$4,000,000	\$4,886,516																		
INSURANCE/OVERHEAD	\$2,014,606	\$1,800,344																		
APPROPRIATED RESERVES-Contingency	\$150,000	\$78,517																		
TOTAL OPERATING EXPENSES	\$24,166,897	\$26,275,517																		
Net System Revenues	\$9,219,703	\$8,507,169																		
Debt Service Cater Phase I&II (complete FY 05)	\$2,138,556	\$2,132,737																		
Debt Service Sheffield (complete mid-FY 06)	\$1,154,664	\$1,144,245																		
Debt Service Cater Phase III & OTCW/P (\$20M FY 09)	\$1,306,310	\$1,310,971																		
\$0	\$500,000	\$1,000,000																		
Fiscal Agent & Tax Expense	\$53,909	\$49,000																		
Total Debt Service	\$4,633,439	\$5,137,853																		
NET INCOME	\$4,586,264	\$3,369,316																		
CAPITAL PROGRAM	\$5,302,492	\$3,369,316																		
Net Addition to / (Use of) Reserves	(\$716,228)	\$0																		
Beginning Balance, Reserves 7/1	\$16,932,250	\$16,216,022																		
Ending Balance, Reserves 6/30	\$16,216,022	\$16,216,022																		
FUND RESERVES (411/412)	FY 10	FY 11																		
SRF 1 Loan Reserve	\$0	\$500,000																		
Budget Reserve (10%)	\$2,419,690	\$2,627,552																		
Economic Reserve (15%)	\$3,629,535	\$3,941,328																		
Capital Reserve	\$5,403,500	\$5,457,535																		
TOTAL Reserves June 30	\$16,216,022	\$12,388,237																		
Total Council Policy	\$11,452,724	\$12,026,414																		
Reserves Above (below) Policy	\$4,763,298	\$4,189,608																		
Coverage	2.01	1.67																		

WASTEWATER FUND										last updated		6/9/2010 12:06	
With Planned Annual Rate Increases													
FY10/11 Financial Plan										FY12/13 Financial Plan		FY14/15 Financial Plan	
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2016-2017	2017-2018	2018-2019	2018-2019
REVENUES										PLANNED	PLANNED	PLANNED	PLANNED
SEWER SERVICE CHARGES	\$13,443,518	\$14,000,000	\$14,560,000	\$15,142,400	\$15,748,096	\$16,378,020	\$17,033,141	\$17,714,467	\$18,423,046	\$19,159,968	\$19,159,968	\$19,159,968	\$19,159,968
SEWER CONNECTION FEES	\$128,000	\$71,400	\$72,828	\$74,285	\$75,770	\$77,286	\$78,831	\$80,408	\$82,016	\$83,656	\$83,656	\$83,656	\$83,656
MISSION CANYON SERVICE	\$325,000	\$392,911	\$404,696	\$416,839	\$429,344	\$442,225	\$455,492	\$468,156	\$483,231	\$497,728	\$497,728	\$497,728	\$497,728
INTEREST INCOME	\$225,000	\$296,100	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000
MISCELLANEOUS	\$242,715	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000
TOTAL REVENUE	\$14,489,233	\$14,985,411	\$15,562,526	\$16,158,524	\$16,778,211	\$17,422,530	\$18,092,464	\$18,789,031	\$19,513,293	\$20,266,352	\$20,266,352	\$20,266,352	\$20,266,352
OPERATING BUDGET										2011-2012	2012-2013	2013-2014	2014-2015
SALARIES & BENEFITS	\$8,893,637	\$8,251,614	\$5,356,646	\$5,463,779	\$5,573,055	\$5,795,977	\$6,027,816	\$6,268,929	\$6,519,686	\$6,780,473	\$6,780,473	\$6,780,473	\$6,780,473
MATERIALS/SUPPLIES/SERVICES	\$7,779,455	\$3,968,815	\$4,048,191	\$4,129,155	\$4,211,738	\$4,295,973	\$4,381,892	\$4,469,530	\$4,558,921	\$4,650,099	\$4,650,099	\$4,650,099	\$4,650,099
ALLOCATED COSTS	\$642,670	\$650,968	\$663,987	\$677,267	\$689,812	\$704,628	\$718,721	\$733,095	\$747,757	\$762,712	\$762,712	\$762,712	\$762,712
FIXED ASSET/Equipment/SPECIAL PROJECTS	\$86,180	\$137,328	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
SEWER LATERAL INCENTIVE PROGRAM	\$699,141	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000
INSURANCE/OVERHEAD	\$1,148,881	\$1,022,958	\$1,043,417	\$1,064,295	\$1,085,571	\$1,107,282	\$1,129,328	\$1,150,917	\$1,175,057	\$1,191,558	\$1,191,558	\$1,191,558	\$1,191,558
APPROPRIATED RESERVES-Contingency	\$150,000	\$121,100	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
TOTAL OPERATING EXPENSES	\$11,400,564	\$11,852,783	\$12,062,241	\$12,284,486	\$12,511,176	\$12,853,860	\$13,207,857	\$13,573,571	\$13,951,421	\$14,341,842	\$14,341,842	\$14,341,842	\$14,341,842
Net System Revenues	\$3,088,669	\$3,132,628	\$3,500,285	\$3,874,038	\$4,267,035	\$4,568,670	\$4,884,607	\$5,215,460	\$5,561,872	\$5,924,510	\$5,924,510	\$5,924,510	\$5,924,510
Debt Service	\$1,425,148	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000	\$1,356,000
Net Income	\$1,663,521	\$1,776,628	\$2,144,285	\$2,518,038	\$2,911,035	\$3,212,670	\$3,528,607	\$3,859,460	\$4,100,000	\$4,306,800	\$4,411,404	\$4,411,404	\$4,411,404
CAPITAL PROGRAM	\$2,827,188	\$4,295,500	\$2,749,000	\$2,075,000	\$5,387,000	\$4,433,000	\$4,430,000	\$2,030,000	\$4,100,000	\$4,306,800	\$4,411,404	\$4,411,404	\$4,411,404
Net Addition to / (Use of) Reserves	(\$1,163,667)	(\$2,518,872)	(\$595,715)	\$443,038	(\$2,475,965)	(\$217,330)	\$1,498,607	(\$240,540)	(\$160,928)	(\$4,842,894)	(\$4,842,894)	(\$4,842,894)	(\$4,842,894)
Beginning Balance, Reserves 7/1	\$7,806,562	\$6,642,895	\$4,124,023	\$3,528,308	\$3,971,346	\$1,495,381	\$1,278,051	\$2,776,658	\$2,526,119	\$2,345,191	\$2,345,191	\$2,345,191	\$2,345,191
Ending Balance, Reserves 6/30	\$6,642,895	\$4,124,023	\$3,528,308	\$3,971,346	\$1,495,381	\$1,278,051	\$2,776,658	\$2,526,119	\$2,345,191	\$2,345,191	\$2,345,191	\$2,345,191	\$2,345,191
FUND RESERVES (421/422)													
Budget Reserve (10%)	\$1,185,278	\$1,206,224	\$1,228,449	\$1,251,118	\$1,285,386	\$1,320,786	\$1,357,357	\$1,395,142	\$1,434,184	\$1,434,184	\$1,434,184	\$1,434,184	\$1,434,184
Disaster Reserve (15%)	\$1,777,917	\$1,809,336	\$1,842,673	\$1,876,676	\$1,928,079	\$1,981,179	\$2,036,036	\$2,092,713	\$2,151,276	\$2,151,276	\$2,151,276	\$2,151,276	\$2,151,276
Capital Reserve	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000	\$1,825,000
TOTAL Reserves June 30	\$6,642,895	\$4,124,023	\$3,528,308	\$3,971,346	\$1,495,381	\$1,278,051	\$2,776,658	\$2,526,119	\$2,345,191	\$2,345,191	\$2,345,191	\$2,345,191	\$2,345,191
Total Council Policy	\$4,788,195	\$4,840,560	\$4,896,122	\$4,952,794	\$5,038,465	\$5,126,965	\$5,218,393	\$5,312,855	\$5,410,460	\$5,410,460	\$5,410,460	\$5,410,460	\$5,410,460
Reserves Above (below) Policy	\$1,834,700	(\$664,172)	(\$312,252)	(\$924,776)	(\$3,457,413)	(\$3,450,307)	(\$2,682,274)	(\$2,967,664)	(\$7,908,163)	(\$7,908,163)	(\$7,908,163)	(\$7,908,163)	(\$7,908,163)
Coverage	2.17	2.31	2.58	2.86	3.15	3.37	3.60	3.85	4.10	4.37	4.37	4.37	4.37

Excerpt from City of Santa Barbara
 2011-2016 Capital Improvement Program
 March 2010

Public Works Water

Project Description	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	Total
Annual Water Main Replacement Program	\$4,889,203	\$4,752,000	\$4,802,000	\$4,802,000	\$4,802,000	\$4,843,208	\$28,890,411
Cater Treatment Plant Equipment Rehabilitation	\$609,077	\$465,950	\$523,028	\$455,319	\$287,829	\$297,903	\$2,639,106
Cater Treatment Plant Strategic Plan Implementation	\$2,500,000	\$17,500,000	\$0	\$0	\$0	\$0	\$20,000,000
Distribution Pump Station Rehabilitation	\$400,000	\$600,000	\$475,000	\$320,000	\$500,000	\$538,423	\$2,833,423
Distribution Reservoir Maintenance Program	\$400,000	\$700,000	\$100,000	\$2,570,000	\$100,000	\$338,423	\$4,208,423
Fiber Optic & Microwave Connection to Water Facilities	\$200,000	\$0	\$0	\$0	\$0	\$0	\$200,000
Ground Water Development	\$971,551	\$1,565,628	\$134,010	\$140,710	\$497,746	\$965,746	\$4,275,391
Ortega Treatment Plant	\$0	\$7,548,449	\$0	\$0	\$0	\$0	\$7,548,449
Recycled Water Program	\$325,000	\$1,925,000	\$125,000	\$125,000	\$125,000	\$125,000	\$2,750,000
Vic Trace Reservoir Roof Replacement	\$1,500,000	\$0	\$0	\$0	\$0	\$0	\$1,500,000
Water Facilities Corporation Yard Well Replacement	\$1,400,000	\$0	\$0	\$0	\$0	\$0	\$1,400,000
TOTAL:	\$13,194,831	\$35,057,027	\$6,159,038	\$8,413,029	\$6,312,575	\$7,108,703	\$76,245,203
Source of Funds	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	Total
SRF Loan	\$3,900,000	\$25,048,449	\$0	\$0	\$0	\$0	\$28,948,449
Unfunded	\$1,171,551	\$2,252,000	\$2,252,000	\$2,752,000	\$2,252,000	\$1,711,752	\$12,391,303
Water	\$8,123,280	\$7,756,578	\$3,907,038	\$5,661,029	\$4,060,575	\$5,396,951	\$34,905,451
TOTAL:	\$13,194,831	\$35,057,027	\$6,159,038	\$8,413,029	\$6,312,575	\$7,108,703	\$76,245,203

Excerpt from City of Santa Barbara
 2011-2016 Capital Improvement Program
 March 2010

Public Works Wastewater

Project Description	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	Total
EI Estero Strategic Plan Implementation	\$0	\$0	\$550,000	\$4,412,000	\$900,000	\$1,350,000	\$7,212,000
EI Estero Treatment Plant Maintenance Program	\$685,500	\$620,000	\$415,000	\$365,000	\$420,000	\$1,470,000	\$3,975,500
Headworks Screening	\$3,000,000	\$0	\$0	\$0	\$0	\$0	\$3,000,000
Lift Station Maintenance Program	\$110,000	\$110,000	\$2,010,000	\$300,000	\$350,000	\$300,000	\$3,180,000
Sanitary Sewer Overflow Compliance Program	\$3,174,507	\$3,018,233	\$3,169,144	\$3,327,602	\$3,493,982	\$1,868,681	\$18,052,149
TOTAL:	\$6,970,007	\$3,748,233	\$6,144,144	\$8,404,602	\$5,163,982	\$4,988,681	\$35,419,649

Source of Funds	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	Total
Unfunded	\$2,674,507	\$1,018,233	\$4,069,144	\$3,017,602	\$1,733,982	\$2,958,681	\$15,472,149
Wastewater	\$4,295,500	\$2,730,000	\$2,075,000	\$5,387,000	\$3,430,000	\$2,030,000	\$19,947,500
TOTAL:	\$6,970,007	\$3,748,233	\$6,144,144	\$8,404,602	\$5,163,982	\$4,988,681	\$35,419,649

Proposed FY 2011 Water Fund Budget by Program & Line Item

Water Fund Revenues

Water Service Charges	\$30,500,000
Water Connection Fees	\$120,000
MWD & CVWD Payment	\$2,272,520
MWD & CVWD Debt payment	\$654,266
Interest Income	\$860,900
Miscellaneous	\$375,000
Total Revenue	\$34,782,686

Water Fund Expenses

	Management	Distribution	Cater	Recycled Water	Water Supply/ Conservation	Laboratory	Meter Reading	Total
Salaries	\$548,601	\$3,356,912	\$1,856,328	\$519,870	\$584,591	\$379,271	\$493,114	\$7,738,687
Materials & Supplies	\$533,149	\$2,356,112	\$3,415,767	\$237,500	\$422,810	\$248,862	\$36,855	\$7,251,055
Allocated Costs	\$28,446	\$484,050	\$70,317	\$2,032	\$63,016	\$16,785	\$37,153	\$701,799
Insurance	\$293,826							\$293,826
Overhead	\$1,506,518							\$1,506,518
Special Projects	\$60,000	\$50,000		\$8,000	\$471,000			\$589,000
CCWA					\$4,886,516			\$4,886,516
CCRB					\$715,531			\$715,531
COMB					\$2,155,144			\$2,155,144
Debt Service	\$5,137,853							\$5,137,853
Capital Program	\$3,349,702							\$3,349,702
Equipment	\$16,250	\$160,633	\$28,710		\$20,950	\$32,000	\$80,000	\$338,543
Appropriated Reserve	\$78,517							\$78,517
Total Expenses	\$11,552,862	\$6,407,707	\$5,371,122	\$767,402	\$9,319,558	\$676,918	\$647,122	\$34,742,691

Proposed FY 2011 Wastewater Fund Budget by Program & Line Item

Wastewater Fund Revenues

Sewer Service Charges	\$14,000,000
Sewer Connection Fees	\$71,400
Mission Canyon Service	\$392,911
Interest Income	\$296,100
Miscellaneous	\$225,000
Total Revenue	\$14,985,411

Wastewater Fund Expenses

	Management	Collection	Treatment	Laboratory	Total
Salaries	\$273,968	\$1,858,146	\$2,748,879	\$370,621	\$5,251,614
Materials & Supplies	\$218,051	\$541,219	\$3,040,745	\$168,800	\$3,968,815
Allocated Costs	\$106,747	\$406,229	\$125,416	\$12,576	\$650,968
Insurance	\$212,565				\$212,565
Overhead	\$810,393				\$810,393
Special Projects	\$705,000				\$705,000
Debt Service	\$1,352,038				\$1,352,038
Capital Program	\$4,295,500				\$4,295,500
Equipment	\$13,750	\$25,078	\$57,500	\$36,000	\$132,328
Appropriated Reserve	\$121,100				\$121,100
Total Expenses	\$8,109,112	\$2,830,672	\$5,972,540	\$587,997	\$17,500,321